

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 2354 - SB 2208**

March 16, 2009

**SUMMARY OF BILL:** Adds additional options for investment of utility district bonds, including authorizing a utility district to invest in its own bonds, in bonds or notes issued by a Tennessee public building authority (PBA), and in bonds or notes used for leases or loans to local governments. Authorizes new investments to have a maturity greater than four years if approved by the Comptroller's director of local finance.

**ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact – This legislation may assist local governments in accounting for volatility in the current market. Local government revenue and expenditures may increase or decrease depending on actions taken. A more precise estimate is not possible because of fluctuating market conditions.**

Assumption:

- This legislation provides flexibility for local government investments.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/kmc